

TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE



FISCAL NOTE

HB 824 - SB 1029

March 14, 2021

SUMMARY OF BILL: Prohibits a licensee under the Tennessee Sports Gaming Act from allowing persons to place bets or wagers in the same building where that person may enter into a flex loan plan, a title pledge agreement, a deferred presentment services agreement, or where they could cash a check. Prohibits licensees from including the previously mentioned transactions in their contracts or agreements with bettors, and requiring the proceeds of a winning bet to be applied to an outstanding amount owed to the licensee by the bettor for one of the previously mentioned transactions. Requires the Board of Directors of the Tennessee Education Lottery Corporation (TELC) to notify the Department of Financial Institutions (DFI) of any violations of this act.

ESTIMATED FISCAL IMPACT:

NOT SIGNIFICANT

Assumptions:

- Any decrease in privilege tax revenue from persons no longer being authorized to place bets within these institutions is estimated to be not significant.
- It is assumed that licensees can modify their business plans to become compliant without creating any significant fiscal impact to the state or its departments.
- According to TELC and DFI, no increase in staffing for enforcement of the prohibitions of this proposed legislation are necessary and any increase in revenue as a result of fines is considered to be minimal; therefore, any fiscal impact is deemed to be not significant.

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink that reads "Bojan Savic".

Bojan Savic, Interim Executive Director

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